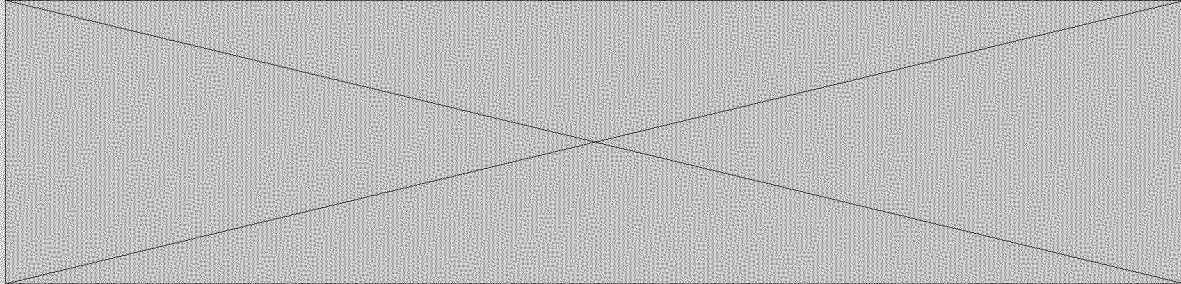


To: Lee, Monica[Lee.Monica@epa.gov]
From: The Hagstrom Report
Sent: Wed 8/12/2015 10:57:55 PM
Subject: The Hagstrom Report | Wednesday 08.12.15

The Hagstrom Report Wednesday, August 12, 2015 | Volume 5, Number 141 • • Klobuchar to attend opening of embassy in Havana • • McCarthy: Animas Rive



The Hagstrom Report

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Klobuchar to attend opening of embassy in Havana;

Kerry says he will meet with dissidents

Sen. Amy Klobuchar, D-Minn., will attend the ceremonial opening of the U.S. embassy in Cuba on Friday, her office announced today.

She will accompany Secretary of State John Kerry, who will preside over the ceremony in Havana.

Klobuchar is the sponsor of the Freedom to Export to Cuba Act, which would eliminate the legal barriers to Americans doing business in Cuba

but not repeal provisions of current law that address human rights in Cuba or that allow individuals and businesses to pursue claims against the Cuban government. The bill has 21 cosponsors.

Klobuchar also attended the opening of the Cuban embassy in Washington on July 20, and is a cosponsor of bipartisan legislation to lift the Cuba travel ban, her office noted.

Kerry said today that he will meet with Cuban dissidents, as Sen. Marco Rubio, R-Fla., and others have insisted.

In an interview with Telemundo to be broadcast tonight, Kerry said, "I am going to meet with dissidents. I will have an opportunity in the course of the day to meet."

"They will be invited to our mission," Kerry said. "They will come to the mission. I will have a chance to sit down with them at the mission. There will be a broad cross-section of Cuban society that will be invited to that event at the mission.

"What they are not invited to, quite openly, is the raising of the flag at the embassy itself, because that is a government-to-government moment, with very limited space, by the way, which is why we are having the reception later in the day, in which we can have a cross-section of civil society, including some dissidents."

Kerry added that he would "take an open, free walk in Old Havana at some point of the day."

"I look forward to meeting whoever I meet and listening to them and having, you know, whatever views come at me," he said.

"So, the United States, I can assure you, in this effort, after 54 years of seeing zero progress, one of the things we negotiated is the ability of our diplomats to be able to meet with people in Cuba, and not to be restrained," Kerry said.

"And I believe the people of Cuba benefit on virtue by that presence and that ability."

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▪ Embassy of the United States — Havana, Cuba

McCarthy: Animas River back to 'pre-event conditions'

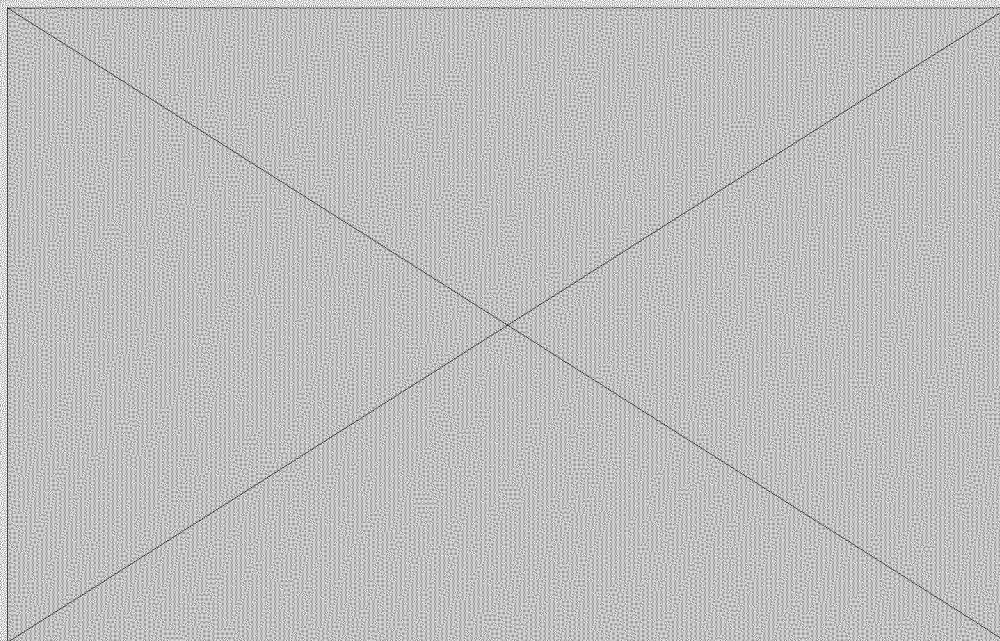
Environmental Protection Agency Administrator Gina McCarthy said in Durango, Colo., today that water in the Animas River, which was polluted by a spill during an EPA clean up of a gold mine, is back to “pre-event conditions,” *The Denver Post* reported.

McCarthy said the incident was a “heart-breaking situation” and that the agency will have an internal investigation and an independent review of how it occurred.

On Thursday McCarthy is scheduled to visit Farmington, N.M., which was also affected by the spill.

The spill damaged EPA’s reputation just weeks before the agency is scheduled to implement the Clean Water Rule, also known as the Waters of the United States rule, which most farm groups oppose. Thirteen states led by North Dakota have also asked a federal court to delay implementation of the rule.

- *The Denver Post* — EPA chief Gina McCarthy says water quality in Animas back to ‘pre-event conditions’



Children planting a cocoa tree in West Africa. (World Cocoa Foundation)

Government, industry react to

Tulane study

showing more children working in cocoa production

U.S. policy makers and cocoa and chocolate industry executives are trying to figure out how to proceed on the goal of reducing the number of children working in cocoa production in West Africa, following the release last week of a Labor Department-commissioned report that found the number of children doing hazardous work in cocoa production grew between 2008 and 2014, despite efforts by governments and private groups to reduce their numbers.

The report, published by the Tulane University School of Public Health and Tropical Medicine, estimates that in the 2013-14 production season, there were 2.12 million children laboring in cocoa production in West Africa, an increase of 360,000 or 16 percent from 2008-2009.

Of that number, the study said, 2.03 million children were involved in hazardous work, an increase of 310,000 or 13 percent.

The increases were in the Ivory Coast (Côte d'Ivoire), the world's leading cocoa producer, which experienced large growth in cocoa production. In neighboring Ghana, which produces about half as much cocoa, the number of children working in cocoa production and performing hazardous tasks fell, but by less than 6 percent.

On the positive side, the study did find that the number of children exposed to multiple hazards such as carrying heavy loads and working with sharp tools fell, and that the percentage of children working in cocoa who attend school rose from 59 percent to 71 percent in Ivory Coast and from 91 percent to 96 percent in Ghana.

But overall the study was disappointing to public and industry officials who have been trying to improve the lot of the children since 2001, when media reports highlighted child trafficking and other labor abuses in West African cocoa production.

The International Labor Organization, a U.N. agency, considers some tasks in cocoa production among "the worst forms of child labor."

As the Labor Department's Bureau of International Labor Affairs website

describes the situation, “Children working in cocoa may work long hours, carry heavy loads, and use dangerous tools. Children may also be involved in spraying cocoa trees with pesticides or burning fields to clear them.”

Those 2001 media reports led to the establishment of what’s known as the Harkin-Engel Protocol, named for then-Sen. Tom Harkin, D-Iowa, and Rep. Eliot Engel, D-N.Y.

Under Harkin-Engel, the international chocolate and cocoa industry made commitments to reducing child labor.

In 2010, in an elaborate ceremony in Washington, then-Labor Secretary Hilda Solis, representatives of the governments of the Ivory Coast and Ghana, the International Labor Organization and the chocolate and cocoa industry represented by Lawrence Graham, then president of the National Confectioners Association, signed a declaration of joint action to take steps that were supposed to reduce the worst forms of child labor in the cocoa sector as defined by the International Labor Organization by 70 percent by 2020.

The Tulane report, which was part of the Labor Department’s promise to monitor the situation, said that to achieve the reduction target 1.5 million children would have to be removed from hazardous cocoa work by 2020.

“Production methods and/or child labor mitigation strategies need to change drastically to achieve major progress,” the report said, adding that the Harkin-Engel Protocol remains important for setting a focus to achieve the goal.

The report recommended

-
- a continuing commitment of financial and other resources by all stakeholders.
-
- financially sustainable interventions targeted to cover a large number of children.
-
- construction of schools in rural areas and maintenance of schools.
-
- better access to protective clothing, basic safety equipment and safety training.
-
- mechanization of the cocoa sector.
-
- treating Ivory Coast and Ghana separately with different targets for each country.

Complicated situation

Complicated situation

Reactions from public and industry officials reflected the fact that the causes of child labor in West African cocoa production are complex. Reactions from public and industry officials reflected the fact that cocoa is native to South America, but was introduced in Africa during the colonial era, and 70 percent of world production comes from Ghana and Côte d'Ivoire. Most cocoa farmers are smallholders, and African parents have helped their parents raise cocoa for generations. Today, however, their parents raise cocoa for generations as developing countries get richer, and the bigger market also creates the need for more labor. Today, worldwide demand for chocolate is increasing as developing countries get richer, and the bigger market also creates the need for more labor. The report acknowledged that the challenge of reducing child labor in cocoa is "increased by trends outside of the direct control of the U.S. government. As the report notes, we still have a long way to go to get children out of harm's way in Ghana and Côte d'Ivoire. We should accelerate that effort across the U.S. government, and we should also make sure we're working hand-in-hand with those countries to put their action plans in place and make a difference for their children."

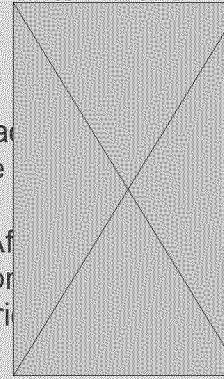
Labor Secretary Thomas Perez announced last week that the Department of International Labor Affairs is making \$12 million in funding new grants to advance its efforts on this issue — \$4.5 million for education in Ivory Coast, \$4.5 million for at-risk youth to develop marketable skills in Ghana, and \$3 million to continue assessing the situation, including a child labor survey and a map of geographic areas and communities that have been the recipient of interventions to address child labor in cocoa.

Perez also announced the availability of another \$4.87 million for one or more cooperative agreements to implement the Agriculture Department's

Complicated situation

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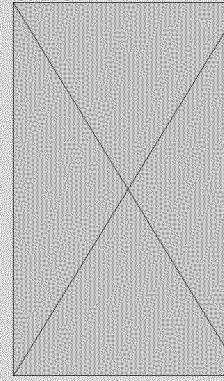
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Today worldwide demand for chocolate is increasing as developing countries get richer, and the bigger market also creates the need for more labor.

Perez also announced that the World Cocoa Foundation will provide \$4.37 million for one or more cooperative agreements to improve the lives of cocoa farmers. The World Cocoa Foundation, an industry group established in 2000 for the purpose of promoting child labor, said the challenge of reducing child labor in cocoa is increased by trends outside of the direct control of the stakeholders involved in the fight against child labor. "The situation is complicated. Causes of child labor and child labor are complex, and the industry, government, and civil society have made progress in Ghana and Côte d'Ivoire, and others. The report notes the research took place amidst a period of political violence in Ivory Coast that disrupted schools and general economic progress in Ghana from a smallholder farmer's perspective. In Ivory Coast, child labor is a common practice, and smallholders and African children have helped their parents raise cocoa for generations. There was a 40 percent increase in cocoa production in Ivory Coast and a 30 percent increase in Ghana between the 2008-2009 harvest season and a better life made with every passing season. The research also found that the industry and the government are not on our side. Child labor is linked to broader issues like a lack of access to quality education and a better life made with every passing season." The challenges remain substantial, said Eric Biel, the Labor associate deputy undersecretary for international affairs, in a blog post. "Child labor is linked to broader issues like a lack of access to quality education and a better life made with every passing season."

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Bill Guytor

and the 2013-2014 season.

D-N.Y

Many of the same companies also belong to the International Cocoa child labor in cocoa Initiative, a Geneva-based group that focuses on schooling, vocational training and community issues such as health, water and sanitation in cocoa producing areas. Thomas Perez: Guidelines for Eliminating Child and Forced Labor in Agricultural Supply Chains.

"This is a rallying call for everyone to do more, to do it better, and to do it together," says Nick Weatherill, ICI's executive director, in a news release. Perez said in a news release.

"There is an urgent need to find new ways for accelerating, scaling up and sustaining progress on child labor in cocoa. Time is not on our side. Childhoods—and with them the opportunity for quality education and a better life—fade with every passing season." "We know that our community child protection model has a significant impact, but it needs to be scaled up to reach many more farming communities, and it also needs to be matched with supportive government policies and actions in both countries."

"The challenges remain substantial," added Eric Biel, the Labor associate Cocoa and chocolate companies are also worried about consumer deputy undersecretary for international affairs, in a blog post. "Child labor reaction. As one company representative said, the situation is one of reputational risk. It is easy for things to be stated without understanding a persistent cycle of poverty."

Biel also noted that Ivory Coast government, with the leadership of First Many companies, the company representative noted, have signed up for Lady Dominique Quattara, has increased its budget for combating child certification programs to reassure consumers labor and drafted a law making education compulsory up to the age of 16.

Consumer concern about chocolate does seem to be growing. Fairtrade International, a group that certifies farmers have received a fair price for the ingredients in the products it endorses, said in an email that its cocoa Ghana, he said, signed a compact with the United States to find more effective policies and programs to reduce child trafficking and protect imports to the United States rose by 42 percent between 2013 and 2014. children from exploitation.

Fair trade still makes up only 1 percent of U.S. chocolate sales, however.

Bill Guytor

and the 2013-2014 season. Many companies have also set up their own programs to reduce child labor and enhance sustainability in general.

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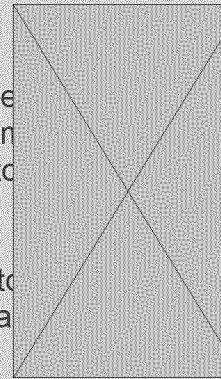
child labor in cocoa.

Nestlé has its own cocoa plan and has committed itself to reducing child Thomas Perez:

persistent cycle of poverty.”

Biel also noted that Ivory Coast government, with the leadership of First Lady Dominique Ouattara, has increased its budget for combating child labor and drafted a law making education compulsory up to the age of 16.

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Bill Guyton

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D-N.Y

child labor in cocoa.

Elan Emanuel, senior cocoa supply chain manager at Fair Trade USA, said in an email that “like many global issues, poverty is the primary root cause of child labor. And unless NGOs and industry strive to change the economics of cocoa farming, where today farmers earn abysmally low wages and are stuck in deep cycles of poverty, child labor will likely persist.” While progress has been made, we know that much work remains to be done,” Perez said in a news release.

“How much a cocoa farmer earns, which can be around 25 cents a day in West Africa, is directly linked to their ability to pay for school tuition and school supplies, hire adult workers, and invest in safer, more sustainable practices,” Emanuel said. “There is an urgent need to find new ways for accelerating scaling up and sustaining progress on child labor in cocoa. Time is not on our side. Child labor — and with them the opportunity for quality education and a better life — fade with every passing season.”

“Today West African cocoa farmers also face challenges like aging trees and low productivity,” added Eric Biel, the Labor associate deputy undersecretary for international affairs in a blog post. “Child labor is linked to broader issues like a lack of access to quality education and a persistent cycle of poverty.”

Emanuel said that under Fair Trade’s system, farmers receive a “community development premium” they can spend on school tuition. Biel also noted that Ivory Coast government, with the leadership of First Lady Dominique Ouattara, has increased its budget for combating child labor and drafted a law making education compulsory up to the age of 16.

Fair Trade does not simply aim to prohibit child labor, it aims to eliminate reliance on child labor by making cocoa farming a viable profession for Ghana, he said, signed a compact with the United States to find more effective policies and programs to reduce child trafficking and protect children from exploitation.

Bill Guyton

schools for the children to attend, he said.

Nick Weatheril

labor as part of “creating shared value” strategy. The company said it would use the report’s findings “to reinforce its efforts to eliminate child labor in its cocoa supply chain.”

Nestlé is helping cocoa farmers form cooperatives, but two Fair Labor Association reports on Nestlé's efforts said that the plan supplied only 20 percent of the company's cocoa and proposed a wide range of actions for the company to undertake to improve.

Cocoa and chocolate companies see the reduction in child labor as part of a broader strategy to assure itself of a future supply of ingredients.

Mondelēz International, for example, says on its web site, "Demand for chocolate is growing, especially in emerging markets. But cocoa supply is constrained by a complex range of technical, environmental and socio-economic issues. We want to help maintain the long-term stability of the cocoa supply chain and improve the welfare of cocoa farmers and their communities."

Mondelēz has set up Cocoa Life, an effort to work with cocoa farmers to improve farming methods. The company said in a statement that it is "concerned by the increase in cases of child labor in West African cocoa-growing regions," but emphasized it is trying to address the issue through both CocoaAction and the International Cocoa Initiative.

Cocoa Life will invest \$400 million by 2022 to empower 200,000 cocoa farmers and reach 1 million community members, not only in Ivory Coast and Ghana, but Indonesia, India, the Dominican Republic and Brazil.

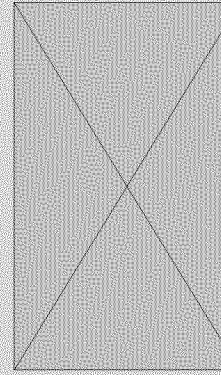
Mondelēz also noted it has commissioned Embode, a human rights consulting agency, to identify additional measures to tackle child labor in West Africa and that its efforts will be evaluated by an independent team of researchers from Harvard University.

Mondelēz also said, however, that "it is not our place to decide what the right level of income is for cocoa farmers. With Cocoa Life we want to empower cocoa farmers: enable them and their communities to set their development path, equip them with the agricultural and business know-how, and provide a more direct access to the market."

Exactly how the right price level for cocoa can be set is difficult to determine, however.

Elan Emanuele

generations to come," Emanuele said.



Reid Mak

While the government officials and industry groups were not critical of anyone, the Child Labor Coalition, whose members include the National Consumers League and the American Federation of Teachers, said that even though the study found more children attending school in both countries, "there seems to be little progress in removing children from cocoa farms, and in the Cote d'Ivoire, the numbers have gotten much worse with 48 percent more children involved in child labor in cocoa and 46 percent more involved in hazardous labor in cocoa."

"In Ghana, there seemed to be slight progress in the numbers of children in child labor as well as children performing hazardous work in cocoa production, but it's clear that greater progress must be made here too," the coalition said.

"The chocolate companies that benefit from the labor of children and adults on cocoa farms must do more to combat child labor," said Reid Maki, who coordinates the coalition.

"They must contribute more resources into the sector and identify new strategies to remediate child labor, including mechanisms that secure better prices for farmers who must then improve wages for adult farmworkers so they do not feel compelled to use the labor of children," Maki said.

"Unionization and farmer cooperatives are also important keys to solving this problem. Solving this difficult problem will mean finding a solution in which in which workers have greater voice in determining their livelihoods. Continued progress in getting children into schools will be another important key in solving the child labor problem."

▪ Tulane University — 2013/14 Survey Research on Child Labor in West African Cocoa Growing Areas

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- [— Summary](#)
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- [Harkin-Engel Protocol](#)
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- [Labor Department Bureau of International Labor Affairs — Child Labor in the Production of Cocoa](#)
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- [World Cocoa Foundation](#)
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- [International Cocoa Initiative](#)
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- [Fairtrade International](#)
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